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Form **990-T**

Extended to November 15, 2019

Exempt Organization Business Income Tax Return

(and proxy tax under section 6033(e))

OMB No 1545-0687

2018

For calendar year 2018 or other tax year beginning _____, and ending _____

▶ Go to www.irs.gov/Form990T for instructions and the latest information

▶ Do not enter SSN numbers on this form as it may be made public if your organization is a 501(c)(3)

Open to Public Inspection for 501(c)(3) Organizations Only

Department of the Treasury
Internal Revenue ServiceA ☐ Check box if
address changedName of organization (☐ Check box if name changed and see instructions.)D Employer identification number
(Employees' trust, see
instructions)

B Exempt under section

Print
or
Type**FARMLAND RESERVE, INC.****87-0569880**☒ 501(c)(3)

Number, street, and room or suite no. If a P.O. box, see instructions.

E Unrelated business activity code
(See instructions)☐ 408(e) ☐ 220(e)**79 SOUTH MAIN STREET SUITE 1000**☐ 408A ☐ 530(a)

City or town, state or province, country, and ZIP or foreign postal code

☐ 529(a)**SALT LAKE CITY, UT 84111****531190**C Book value of all assets
at end of yearF Group exemption number (See instructions.) ▶ **5376**▶ **1000000.**G Check organization type ▶ ☒ 501(c) corporation ☐ 501(c) trust ☐ 401(a) trust ☐ Other trust

H Enter the number of the organization's unrelated trades or businesses. ▶ **2** Describe the only (or first) unrelated trade or business here ▶ **Lessor of Agricultural Property**. If only one, complete Parts I-V. If more than one, describe the first in the blank space at the end of the previous sentence, complete Parts I and II, complete a Schedule M for each additional trade or business, then complete Parts III-V.

I During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? Stmt 5 ▶ ☒ Yes ☐ No
If "Yes," enter the name and identifying number of the parent corporation. ▶

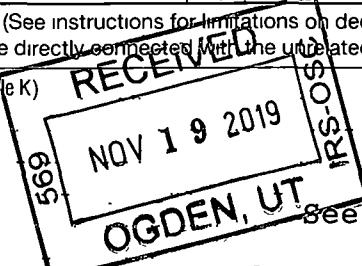
J The books are in care of ▶ **FARMLAND RESERVE, INC.** Telephone number ▶ **801-715-9134****Part I Unrelated Trade or Business Income**

	(A) Income	(B) Expenses	(C) Net
1a Gross receipts or sales			
b Less returns and allowances			
c Balance ▶	1c		
2 Cost of goods sold (Schedule A, line 7)	2		
3 Gross profit. Subtract line 2 from line 1c	3		
4a Capital gain net income (attach Schedule D)	4a		
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)	4b		
c Capital loss deduction for trusts	4c		
5 Income (loss) from a partnership or an S corporation (attach statement)	5		
6 Rent income (Schedule C)	6		
7 Unrelated debt-financed income (Schedule E)	7		
8 Interest, annuities, royalties, and rents from a controlled organization (Schedule F)	8		
9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)	9		
10 Exploited exempt activity income (Schedule I)	10		
11 Advertising income (Schedule J)	11		
12 Other income (See instructions; attach schedule) Statement 1	12		
13 Total. Combine lines 3 through 12	13		

Part II Deductions Not Taken Elsewhere (See instructions for limitations on deductions)
(Except for contributions, deductions must be directly connected with the unrelated business income)

14 Compensation of officers, directors, and trustees (Schedule K)	14		95162.
15 Salaries and wages	15		421657.
16 Repairs and maintenance	16		32.
17 Bad debts	17		
18 Interest (attach schedule) (see instructions)	18		29.
19 Taxes and licenses	19		1847069.
20 Charitable contributions (See instructions for limitation rules) Statement 6	20		100.
21 Depreciation (attach Form 4562)	21		6064446.
22 Less depreciation claimed on Schedule A and elsewhere on return	22a		6062454.
23 Depletion	22b		1992.
24 Contributions to deferred compensation plans	23		
25 Employee benefit programs	24		
26 Excess exempt expenses (Schedule I)	25		454275.
27 Excess readership costs (Schedule J)	26		
28 Other deductions (attach schedule) See Statement 4	27		
29 Total deductions Add lines 14 through 28	28		-1677138.
30 Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13	29		1143178.
31 Deduction for net operating loss arising in tax years beginning on or after January 1, 2018 (see instructions)	30		19448272.
32 Unrelated business taxable income. Subtract line 31 from line 30	31		
	32		19448272.

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Part III Total Unrelated Business Taxable Income

33	Total of unrelated business taxable income computed from all unrelated trades or businesses (see instructions)	33	19448272.
34	Amounts paid for disallowed fringes	34	
35	Deduction for net operating loss arising in tax years beginning before January 1, 2018 (see instructions)	35	
36	Total of unrelated business taxable income before specific deduction. Subtract line 35 from the sum of lines 33 and 34	36	19448272.
37	Specific deduction (Generally \$1,000, but see line 37 instructions for exceptions)	37	1000.
38	Unrelated business taxable income Subtract line 37 from line 36. If line 37 is greater than line 36, enter the smaller of zero or line 36	38	19447272.

Part IV Tax Computation

39	Organizations Taxable as Corporations Multiply line 38 by 21% (0.21)	39	4083927.
40	Trusts Taxable at Trust Rates See instructions for tax computation. Income tax on the amount on line 38 from: <input type="checkbox"/> Tax rate schedule or <input type="checkbox"/> Schedule D (Form 1041)	40	
41	Proxy tax. See instructions	41	
42	Alternative minimum tax (trusts only)	42	
43	Tax on Noncompliant Facility Income See instructions	43	
44	Total. Add lines 41, 42, and 43 to line 39 or 40, whichever applies	44	4083927.

Part V Tax and Payments

45a	Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116)	45a		45e	
b	Other credits (see instructions)	45b		46	4083927.
c	General business credit. Attach Form 3800	45c		47	
d	Credit for prior year minimum tax (attach Form 8801 or 8827)	45d		48	4083927.
e	Total credits. Add lines 45a through 45d			49	0.
46	Subtract line 45e from line 44				
47	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule)				
48	Total tax. Add lines 46 and 47 (see instructions)				
49	2018 net 965 tax liability paid from Form 965-A or Form 965-B, Part II, column (k), line 2				
50a	Payments: A 2017 overpayment credited to 2018	50a	531618.		
b	2018 estimated tax payments	50b	2900000.		
c	Tax deposited with Form 8868	50c	605000.		
d	Foreign organizations: Tax paid or withheld at source (see instructions)	50d			
e	Backup withholding (see instructions)	50e			
f	Credit for small employer health insurance premiums (attach Form 8941)	50f			
g	Other credits, adjustments, and payments. <input type="checkbox"/> Form 2439 <input type="checkbox"/> Form 4136 <input type="checkbox"/> Other _____ Total	50g			
51	Total payments. Add lines 50a through 50g	51	4036618.		
52	Estimated tax penalty (see instructions). Check if Form 2220 is attached <input checked="" type="checkbox"/>	52			
53	Tax due. If line 51 is less than the total of lines 48, 49, and 52, enter amount owed Statement 8	53	47309.		
54	Overpayment. If line 51 is larger than the total of lines 48, 49, and 52, enter amount overpaid	54			
55	Enter the amount of line 54 you want: Credited to 2019 estimated tax Refunded	55			

Part VI Statements Regarding Certain Activities and Other Information (see instructions)

56	At any time during the 2018 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If "Yes," the organization may have to file FinCEN Form 114, Report of Foreign Bank and Financial Accounts. If "Yes," enter the name of the foreign country here See Statement 7	Yes	No
57	During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," see instructions for other forms the organization may have to file.		X
58	Enter the amount of tax-exempt interest received or accrued during the tax year \$		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge

Don M. Slaughter 11/14/19 **President**
Signature of officer Date Title

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ Yes ☒ No

Paid Preparer Use Only

Print/Type preparer's name MICHELLE REECE
Preparer's signature *[Signature]* Date 11/14/19
Check ☐ if self-employed PTIN P01504053
Firm's name KPMG, LLP Firm's EIN 13-5565207
Firm's address 15 WEST SOUTH TEMPLE SUITE 1500
SALT LAKE CITY, UT 84101 Phone 801-333-8000

Schedule A - Cost of Goods Sold. Enter method of inventory valuation **N/A**

1	Inventory at beginning of year	1		6	Inventory at end of year	6	
2	Purchases	2		7	Cost of goods sold Subtract line 6 from line 5. Enter here and in Part I, line 2	7	
3	Cost of labor	3					
4a	Additional section 263A costs (attach schedule)	4a		8	Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	Yes	No
b	Other costs (attach schedule)	4b				X	
5	Total Add lines 1 through 4b	5					

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)
(see instructions)**1.** Description of property(1) **IL NAUVOO**

(2)

(3)

(4)

2 Rent received or accrued		3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	See Statement 11
(1)	53594.	18442.
(2)		
(3)		
(4)		
Total	0.	53594.
(c) Total income Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A)		(b) Total deductions. Enter here and on page 1, Part I, line 6, column (B)
53594.		18442.

Schedule E - Unrelated Debt-Financed Income (see instructions)

1 Description of debt-financed property		2 Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property	
			(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)
(1)				
(2)				
(3)				
(4)				
4 Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5	7 Gross income reportable (column 2 x column 6)	8. Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1)		%		
(2)		%		
(3)		%		
(4)		%		
Totals			Enter here and on page 1, Part I, line 7, column (A)	Enter here and on page 1, Part I, line 7, column (B)
			0.	0.
Total dividends-received deductions included in column 8				0.

Form 990-T (2018)

Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (see instructions)

1 Name of controlled organization	2 Employer identification number	Exempt Controlled Organizations			
		3 Net unrelated income (loss) (see instructions)	4 Total of specified payments made	5 Part of column 4 that is included in the controlling organization's gross income	6 Deductions directly connected with income in column 5
(1)					
(2)					
(3)					
(4) See Statement 12					

Nonexempt Controlled Organizations

7 Taxable income	8 Net unrelated income (loss) (see instructions)	9 Total of specified payments made	10 Part of column 9 that is included in the controlling organization's gross income	11 Deductions directly connected with income in column 10
(1)				
(2)				
(3)				
(4)				
			Add columns 5 and 10 Enter here and on page 1, Part I, line 8, column (A)	Add columns 6 and 11 Enter here and on page 1, Part I, line 8, column (B)
Totals			29415694.	9207291.

Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization (see instructions)

1 Description of income	2 Amount of income	3 Deductions directly connected (attach schedule)	4 Set-asides (attach schedule)	5 Total deductions and set-asides (col 3 plus col 4)
(1)				
(2)				
(3)				
(4)				
		Enter here and on page 1, Part I, line 9, column (A)		Enter here and on page 1, Part I, line 9, column (B)
Totals		0.		0.

Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income (see instructions)

1 Description of exploited activity	2 Gross unrelated business income from trade or business	3 Expenses directly connected with production of unrelated business income	4 Net income (loss) from unrelated trade or business (column 2 minus column 3) If a gain, compute cols 5 through 7	5 Gross income from activity that is not unrelated business income	6 Expenses attributable to column 5	7 Excess exempt expenses (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
		Enter here and on page 1, Part I, line 10, col (A)	Enter here and on page 1, Part I, line 10, col (B)			Enter here and on page 1, Part II, line 26
Totals		0.	0.			0.

Schedule J - Advertising Income (see instructions)**Part I Income From Periodicals Reported on a Consolidated Basis**

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7	5 Circulation income	6 Readership costs	7 Excess readership costs (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals (carry to Part II, line (5))		0.	0.			0.

Part II **Income From Periodicals Reported on a Separate Basis** (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7	5 Circulation income	6 Readership costs	7 Excess readership costs (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals from Part I	0.	0.				0.
Totals, Part II (lines 1-5)	Enter here and on page 1, Part I, line 11, col (A) 0.	Enter here and on page 1, Part I, line 11, col (B) 0.				Enter here and on page 1, Part II, line 27 0.

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions)

1 Name	2 Title	3 Percent of time devoted to business	4 Compensation attributable to unrelated business
(1)		%	
(2)		%	
(3)		%	
(4) See Statement 14		%	
Total Enter here and on page 1, Part II, line 14			95162.

Form 990-T (2018)

Form 990-T	Other Income	Statement	1
Description		Amount	
MANAGEMENT FEE INCOME		293438.	
MISCELLANEOUS REVENUE - REBATES		181035.	
OTHER MISCELLANEOUS REVENUE		2929.	
Total to Form 990-T, Page 1, line 12		477402.	

Form 990-T	Interest Paid	Statement	2
Description		Amount	
INTEREST EXPENSE		29.	
Total to Form 990-T, Page 1, line 18		29.	

Form 990-T	Contributions	Statement	3
Description/Kind of Property	Method Used to Determine FMV	Amount	
Cash Only	N/A	100.	
Total to Form 990-T, Page 1, line 20		100.	

Form 990-T	Other Deductions	Statement	4
Description		Amount	
MANAGEMENT FEE ALLOCATION		408637.	
SECTION 263A ALLOCATION OF G&A TO DEV		-2555777.	
OUTSIDE SERVICES		111566.	
OCCUPANCY		46223.	
TRAVEL		46330.	
SUPPLIES		6954.	
OTHER UTILITIES		377.	
COMMUNICATION LINES		3736.	
OTHER NON-OPERATING EXPENSE		29562.	
OFFICE EXPENSES		4017.	
CONFERENCES & MEETINGS		4443.	
FINANCE CHARGES		1577.	

FARMLAND RESERVE, INC.

87-0569880

IMPAIRMENT EXPENSE

214267.

Rounding

13.

Amortization

937.

Total to Form 990-T, Page 1, line 28

-1677138.

Form 990-T	Parent Corporation's Name and Identifying Number	Statement	5
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Corporation's Name

Identifying No

CORP. OF THE PRES. CHURCH OF JESUS CHRIST OF LDS 23=7300405

Form 990-T

Contributions Summary

Statement 6

Qualified Contributions Subject to 100% Limit

Carryover of Prior Years Unused Contributions

For Tax Year 2013

For Tax Year 2014

For Tax Year 2015

For Tax Year 2016

For Tax Year 2017

Total Carryover

Total Current Year 10% Contributions

100

Total Contributions Available

100

Taxable Income Limitation as Adjusted

1944737

Excess 10% Contributions

0

Excess 100% Contributions

0

Total Excess Contributions

0

Allowable Contributions Deduction

100

Total Contribution Deduction

100

Form 990-T	Name of Foreign Country in Which Organization has Financial Interest	Statement	7
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Name of Country

Argentina
Brazil
Chile
United Kingdom
Russia

Form 990-T	Interest and Penalties	Statement	8
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Tax from Form 990-T, Part IV	47309.
Late payment interest	1269.
Late payment penalty	1419.
Total Amount Due	49997.

Form 990-T	Late Payment Interest	Statement	9
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Description	Date	Amount	Balance	Rate	Days	Interest
Tax due	05/15/19	652309.	652309.	.0600		
Extension payment	05/15/19	-605000.	47309.	.0600	46	359.
Interest rate change	06/30/19	0.	47668.	.0500	138	910.
Date filed	11/15/19		48578.			
Total late payment interest						1269.

Form 990-T	Late Payment Penalty	Statement	10
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Description	Date	Amount	Balance	Months	Penalty
Tax due	05/15/19	47309.	47309.	6	1419.
Date filed	11/15/19		47309.		
Total late payment penalty					1419.

Form 990-T Deductions Connected with Rental Income Statement 11

Description	Activity Number	Amount	Total
Depreciation		4622.	
Allocated Wages		1714.	
Allocated Benefits		1468.	
Travel		202.	
Meals		13.	
Repairs and Maintenance		10031.	
Seminars & Training		17.	
Rent		102.	
Communication		37.	
Supplies		73.	
Office Expense		69.	
Prod OH Allocation		-31.	
License, Fees, Permits and Other Taxes		16.	
Outside Services		7.	
Insurance		100.	
Personal Property Tax		2.	
- SubTotal -	1		18442.
Total to Form 990-T, Schedule C, Column 3			18442.

Form 990-T Schedule F - Interest, Annuities, Royalties Statement 12
and Rents from Controlled Organizations

1.		2.	
Name of Controlled Organization		Activity Number	Employer ID No.
AgReserves, Inc. - Nonqualifying specified payments		1	87-0481574
Exempt Controlled Organizations			
3.	4.	5.	6.
Net Unrelated Income (Loss)	Total of Specified Payments Made	Part of Col (4) Included in Gross Income	Deductions Directly Connected with Col (5) Income

Nonexempt Controlled Organizations

7.	8.	9.	10.	11.
Taxable Income	Net Unrelated Income (Loss)	Total of Specified Pmts	Part of Col (9) Included in Gross Income	Deductions Directly Connected
-26875184.	-26875184.	29394005.	29394005.	9206655.

1. Name of Controlled Organization	Activity Number	2. Employer ID No.
AgReserves, Inc. - Qualifying specified payments	3	87-0481574

Exempt Controlled Organizations

3. Net Unrelated Income (Loss)	4. Total of Specified Payments Made	5. Part of Col (4) Included in Gross Income	6. Deductions Directly Connected with Col (5) Income
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Nonexempt Controlled Organizations

7. Taxable Income	8. Net Unrelated Income (Loss)	9. Total of Specified Pmts	10. Part of Col (9) Included in Gross Income	11. Deductions Directly Connected
-26875184.	-26875184.	44251859.		

1. Name of Controlled Organization	Activity Number	2. Employer ID No.
Taylor Creek Management Company - Qualifying specified payments	4	59-3439096

Exempt Controlled Organizations

3. Net Unrelated Income (Loss)	4. Total of Specified Payments Made	5. Part of Col (4) Included in Gross Income	6. Deductions Directly Connected with Col (5) Income
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Nonexempt Controlled Organizations

7. Taxable Income	8. Net Unrelated Income (Loss)	9. Total of Specified Pmts	10. Part of Col (9) Included in Gross Income	11. Deductions Directly Connected
21712.	21712.			

1. Name of Controlled Organization	Activity Number	2. Employer ID No.
East Central Florida Services, Inc. - Nonqualifying specified payments	6	59-2996410

Exempt Controlled Organizations

3. Net Unrelated Income (Loss)	4. Total of Specified Payments Made	5. Part of Col (4) Included in Gross Income	6. Deductions Directly Connected with Col (5) Income
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Nonexempt Controlled Organizations

7. Taxable Income	8. Net Unrelated Income (Loss)	9. Total of Specified Pmts	10. Part of Col (9) Included in Gross Income	11. Deductions Directly Connected
-31307.	-31307.	823.	823.	

1. Name of Controlled Organization	Activity Number	2. Employer ID No.
East Central Florida Services, Inc. - Qualifying specified payments	8	59-2996410

Exempt Controlled Organizations

3. Net Unrelated Income (Loss)	4. Total of Specified Payments Made	5. Part of Col (4) Included in Gross Income	6. Deductions Directly Connected with Col (5) Income
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Nonexempt Controlled Organizations

7. Taxable Income	8. Net Unrelated Income (Loss)	9. Total of Specified Pmts	10. Part of Col (9) Included in Gross Income	11. Deductions Directly Connected
-31307.	-31307.	25288.		

1.		2.		
Name of Controlled Organization		Activity Number	Employer ID No.	
AgroReservas do Brasil, Ltda - Qualifying specified payments		9		
Exempt Controlled Organizations				
3.	4.	5.	6.	
Net Unrelated Income (Loss)	Total of Specified Payments Made	Part of Col (4) Included in Gross Income	Deductions Directly Connected with Col (5) Income	
Nonexempt Controlled Organizations				
7.	8.	9.	10.	11.
Taxable Income	Net Unrelated Income (Loss)	Total of Specified Pmts	Part of Col (9) Included in Gross Income	Deductions Directly Connected
		2520000.		

1.		2.		
Name of Controlled Organization		Activity Number	Employer ID No.	
Taylor Creek Management Company - Nonqualifying specified payments		11	59-3439096	
Exempt Controlled Organizations				
3.	4.	5.	6.	
Net Unrelated Income (Loss)	Total of Specified Payments Made	Part of Col (4) Included in Gross Income	Deductions Directly Connected with Col (5) Income	
Nonexempt Controlled Organizations				
7.	8.	9.	10.	11.
Taxable Income	Net Unrelated Income (Loss)	Total of Specified Pmts	Part of Col (9) Included in Gross Income	Deductions Directly Connected
21712.	21712.	20866.	20866.	636.
			Add Columns 5 and 10	Add Columns 6 and 11
Totals to Form 990-T, Schedule F			29415694.	9207291.

Form 990-T Schedule F - Deductions of Controlled Organizations Statement 13
 Directly Connected With Column 10 Income

Description	Activity Number	Amount	Total
Depreciation		6057832.	
Amortization		6204.	
Allocated Labor		119436.	
Allocated Benefits		91614.	
Production OH Allocation		192266.	
Licenses, Fees, Permits and Other Taxes		39442.	
Rent Land		22376.	
Property Taxes		2630137.	
Outside Services		31207.	
Insurance		7048.	
Supplies		530.	
Water		32.	
Repairs and Maintenance		8482.	
Domestic Meals		6.	
Rounding		8.	
Other Product Expense		35.	
- SubTotal -	1		9206655.
Production OH Allocation		636.	
- SubTotal -	11		636.
Total of Form 990-T, Schedule F, Column 11			9207291.

Form 990-T Schedule K - Compensation of Officers,
 Directors and Trustees Statement 14

Name	Title	Percent	Compensation
Don M Sleight	Chief Executive Officer	1.00%	14252.
K Erik Jacobsen	President	1.00%	15839.
Daryl C Wilkendorf	Executive Vice President	1.00%	6667.
Dale K Bills	Vice President	1.00%	14436.
Warren H Peterson	Vice President	1.00%	22550.
Brent J Garlick	Chief Financial Officer	1.00%	8874.
Paul L Allen	Treas/Secretary	1.00%	12544.
Total to Form 990-T, Schedule K			95162.

Depreciation and Amortization
(Including Information on Listed Property)

OMB No 1545-0172

2018Attachment
Sequence No **179**Department of the Treasury
Internal Revenue Service (99)▶ Attach to your tax return.
▶ Go to www.irs.gov/Form4562 for instructions and the latest information.

Name(s) shown on return

FARMLAND RESERVE, INC.

Business or activity to which this form relates

Schedule M - Entity 1

Identifying number

87-0569880

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I

1	Maximum amount (see instructions)	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	
4	Reduction in limitation Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1. If zero or less, enter -0- If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2017 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5 See instructions	11	
12	Section 179 expense deduction Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2019 Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V

Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property See instructions)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year See instructions	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property See instructions)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2018	17	1,419
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2018 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27 5 yrs	MM	S/L	
			27 5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

Section C - Assets Placed in Service During 2018 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 30-year			30 yrs	MM	S/L	
d 40-year			40 yrs	MM	S/L	

Part IV Summary (See instructions)

21	Listed property Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations - see instructions	22	1,419
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Form **4562** (2018)

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles)

24a Do you have evidence to support the business/investment use claimed? ☐ Yes ☐ No **24b** If "Yes," is the evidence written? ☐ Yes ☐ No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use. See instructions 25								
26 Property used more than 50% in a qualified business use								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1. 28								
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1. 29								

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
30 Total business/investment miles driven during the year (don't include commuting miles) . . .												
31 Total commuting miles driven during the year . . .												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32	0		0		0		0		0		0	
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who aren't more than 5% owners or related persons. See instructions.

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? See instructions		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles.

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2018 tax year (see instructions)					
43 Amortization of costs that began before your 2018 tax year 43					27,814
44 Total. Add amounts in column (f). See the instructions for where to report 44					27,814

Depreciation and Amortization
(Including Information on Listed Property) 990-T

▶ Attach to your tax return.

▶ Go to www.irs.gov/Form4562 for instructions and the latest information.

OMB No 1545-0172

2018

Attachment
Sequence No 179

Business or activity to which this form relates

Identifying number

FARMLAND RESERVE, INC.

Form 990-T Page 1

87-0569880

Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I

1	Maximum amount (see instructions)	1	1000000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	2500000.
4	Reduction in limitation Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2017 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2019 Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V

Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property See instructions)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2018	17	1992.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2018 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property	/		27 5 yrs	MM	S/L	
i Nonresidential real property	/		39 yrs	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2018 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 30-year	/		30 yrs	MM	S/L	
d 40-year	/		40 yrs	MM	S/L	

Part IV Summary (See instructions)

21	Listed property Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.	22	1992.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V**Listed Property** (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement)**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable**Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles)**

24a Do you have evidence to support the business/investment use claimed? <input type="checkbox"/> Yes <input type="checkbox"/> No				24b If "Yes," is the evidence written? <input type="checkbox"/> Yes <input type="checkbox"/> No				
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use							25	
26 Property used more than 50% in a qualified business use								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27 Enter here and on line 21, page 1							28	
29 Add amounts in column (i), line 26 Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle		(b) Vehicle		(c) Vehicle		(d) Vehicle		(e) Vehicle		(f) Vehicle	
30 Total business/investment miles driven during the year (don't include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who aren't more than 5% owners or related persons.

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles**Part VI Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2018 tax year.					
43 Amortization of costs that began before your 2018 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44
					937.
					937.

Depreciation and Amortization (Including Information on Listed Property)

C- 1

OMB No 1545-0172

2018

Attachment
Sequence No **179**

▶ Attach to your tax return.

▶ Go to www.irs.gov/Form4562 for instructions and the latest information.

Business or activity to which this form relates

Identifying number

FARMLAND RESERVE, INC.

IL NAUVOO

87-0569880

Part I Election To Expense Certain Property Under Section 179 Note If you have any listed property, complete Part V before you complete Part I

1	Maximum amount (see instructions)	1	1000000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	2500000.
4	Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2017 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2019 Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V

Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property See instructions)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2018	17	2847.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2018 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		111691.	5 yrs	HY	200DB	30.
c 7-year property		12215.	7 yrs	hY	200DB	1745.
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property	/		27.5 yrs	MM	S/L	
	/		27 5 yrs	MM	S/L	
i Nonresidential real property	/		39 yrs	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2018 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 30-year	/		30 yrs	MM	S/L	
d 40-year	/		40 yrs	MM	S/L	

Part IV Summary (See instructions)

21	Listed property Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return Partnerships and S corporations - see instr	22	4622.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement)**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable**Section A - Depreciation and Other Information** (Caution: See the instructions for limits for passenger automobiles)**24a** Do you have evidence to support the business/investment use claimed? ☐ Yes ☐ No **24b** If "Yes," is the evidence written? ☐ Yes ☐ No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
--	-------------------------------------	--	-------------------------------	--	---------------------------	------------------------------	----------------------------------	---------------------------------------

25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use**25****26** Property used more than 50% in a qualified business use

		%						
		%						
		%						

27 Property used 50% or less in a qualified business use

		%			S/L			
		%			S/L			
		%			S/L			

28 Add amounts in column (h), lines 25 through 27 Enter here and on line 21, page 1**28****29** Add amounts in column (i), line 26 Enter here and on line 7, page 1**29****Section B - Information on Use of Vehicles**

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

	(a) Vehicle	(b) Vehicle	(c) Vehicle	(d) Vehicle	(e) Vehicle	(f) Vehicle
30 Total business/investment miles driven during the year (don't include commuting miles)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who aren't more than 5% owners or related persons

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles**Part VI Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
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42 Amortization of costs that begins during your 2018 tax year

43 Amortization of costs that began before your 2018 tax year**43****44** Total. Add amounts in column (f). See the instructions for where to report**44**

Depreciation and Amortization
(Including Information on Listed Property)

F- 1

OMB No 1545-0172

2018

Attachment
Sequence No **179**

▶ Attach to your tax return.

▶ Go to www.irs.gov/Form4562 for instructions and the latest information.

Business or activity to which this form relates

Identifying number

AgReserves, Inc. -

Nonqualifying specified 87-0569880

FARMLAND RESERVE, INC.

Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I

1	Maximum amount (see instructions)	1	1000000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	2500000.
4	Reduction in limitation Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2017 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5	11	
12	Section 179 expense deduction Add lines 9 and 10, but don't enter more than line 11	12	
13	Carryover of disallowed deduction to 2019 Add lines 9 and 10, less line 12	13	

Note: Don't use Part II or Part III below for listed property. Instead, use Part V

Part II Special Depreciation Allowance and Other Depreciation (Don't include listed property)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Don't include listed property See instructions)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2018	17	5195081.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2018 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property		437623.	5 yrs	HY	200DB	20226.
c 7-year property		994343.	7 yrs	HY	200DB	104145.
d 10-year property		360662.	10 yrs	HY	200DB	26362.
e 15-year property		6483455.	15 yrs	HY	150DB	147830.
f 20-year property		35480076.	20 yrs	HY	150DB	542096.
g 25-year property			25 yrs		S/L	
h Residential rental property	/		27.5 yrs	MM	S/L	
	See Statement 19		27.5 yrs	MM	S/L	22092.
i Nonresidential real property	/		39 yrs	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2018 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 30-year	/		30 yrs	MM	S/L	
d 40-year	/		40 yrs	MM	S/L	

Part IV Summary (See instructions)

21	Listed property Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr	22	6057832.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	1881951.

Part V **Listed Property** (Include automobiles, certain other vehicles, certain aircraft, and property used for entertainment, recreation, or amusement)**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable**Section A - Depreciation and Other Information** (Caution: See the instructions for limits for passenger automobiles)**24a** Do you have evidence to support the business/investment use claimed? ☐ Yes ☐ No **24b** If "Yes," is the evidence written? ☐ Yes ☐ No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
--	-------------------------------------	--	-------------------------------	--	---------------------------	------------------------------	----------------------------------	---------------------------------------

25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use**25****26** Property used more than 50% in a qualified business use

		%						
		%						
		%						

27 Property used 50% or less in a qualified business use

		%			S/L -			
		%			S/L -			
		%			S/L -			

28 Add amounts in column (h), lines 25 through 27 Enter here and on line 21, page 1**28****29** Add amounts in column (i), line 26 Enter here and on line 7, page 1**29****Section B - Information on Use of Vehicles**

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle	(b) Vehicle	(c) Vehicle	(d) Vehicle	(e) Vehicle	(f) Vehicle
30 Total business/investment miles driven during the year (don't include commuting miles)						
31 Total commuting miles driven during the year						
32 Total other personal (noncommuting) miles driven						
33 Total miles driven during the year Add lines 30 through 32						
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?						
36 Is another vehicle available for personal use?						

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who aren't more than 5% owners or related persons

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use?		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," don't complete Section B for the covered vehicles**Part VI** **Amortization**

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2018 tax year					
43 Amortization of costs that began before your 2018 tax year				43	6204.
44 Total. Add amounts in column (f). See the instructions for where to report				44	6204.

Form 4562 Totals	Residential Rental Property	Statement 19
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(b) Month & Year in Service	(c) Depreciation Basis	(g) Depreciation Deduction
10/18	29841.	85.
08/18	43560.	224.
11/18	43418.	197.
11/18	172005.	125.
06/18	80000.	251.
07/18	32090.	85.
02/18	120048.	79.
01/18	18867.	14.
01/18	18867.	14.
04/18	19008.	10.
10/18	37070.	6.
10/18	39549.	6.
12/18	88344.	3.
02/18	553715.	17618.
02/18	14600.	208.
05/18	58523.	595.
02/18	54000.	769.
02/18	42000.	598.
11/18	120000.	244.
11/18	4000.	8.
11/18	209712.	953.
Totals to Form 4562, Line 19h	1799217.	22092.

**SCHEDULE M
(Form 990-T)**

**Unrelated Business Taxable Income for
Unrelated Trade or Business**

Entity 1

OMB No 1545-0087

2018

Department of the Treasury
Internal Revenue Service (99)

For calendar year 2018 or other tax year beginning _____, and ending _____

► Go to www.irs.gov/Form990T for instructions and the latest information.
► Do not enter SSN numbers on this form as it may be made public if your organization is a 501(c)(3)

Open to Public Inspection for
501(c)(3) Organizations Only

Name of the organization

FARMLAND RESERVE, INC.

Employer identification number

87-0569880

Unrelated business activity code (see instructions) ► **110000**

Describe the unrelated trade or business ► **Timber**

Part I Unrelated Trade or Business Income			(A) Income	(B) Expenses	(C) Net
1a	Gross receipts or sales	21336105.			
b	Less returns and allowances				
c	Balance ►	1c	21336105.		
2	Cost of goods sold (Schedule A, line 7)	2	24527015.		
3	Gross profit Subtract line 2 from line 1c	3	-3190910.		-3190910.
4a	Capital gain net income (attach Schedule D)	4a			
b	Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)	4b	-543492.		-543492.
c	Capital loss deduction for trusts	4c			
5	Income (loss) from a partnership or an S corporation (attach statement)	5			
6	Rent income (Schedule C)	6			
7	Unrelated debt-financed income (Schedule E)	7			
8	Interest, annuities, royalties, and rents from a controlled organization (Schedule F)	8			
9	Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)	9			
10	Exploited exempt activity income (Schedule I)	10			
11	Advertising income (Schedule J)	11			
12	Other income (See instructions, attach schedule)	12			
13	Total. Combine lines 3 through 12	13	-3734402.		-3734402.

Part II Deductions Not Taken Elsewhere (See instructions for limitations on deductions.) (Except for contributions, deductions must be directly connected with the unrelated business income.)

14	Compensation of officers, directors, and trustees (Schedule K)	14	67758.
15	Salaries and wages	15	289162.
16	Repairs and maintenance	16	23.
17	Bad debts	17	
18	Interest (attach schedule) (see instructions)	18	20.
19	Taxes and licenses	19	3837.
20	Charitable contributions (See instructions for limitation rules)	20	
21	Depreciation (attach Form 4562)	21	1419.
22	Less depreciation claimed on Schedule A and elsewhere on return	22a	22b 1419.
23	Depletion	23	
24	Contributions to deferred compensation plans	24	
25	Employee benefit programs	25	340710.
26	Excess exempt expenses (Schedule I)	26	
27	Excess readership costs (Schedule J)	27	
28	Other deductions (attach schedule)	28	820922.
29	Total deductions. Add lines 14 through 28	29	1523851.
30	Unrelated business taxable income before net operating loss deduction Subtract line 29 from line 13	30	-5258253.
31	Deduction for net operating loss arising in tax years beginning on or after January 1, 2018 (see instructions)	31	
32	Unrelated business taxable income Subtract line 31 from line 30	32	-5258253.

LHA For Paperwork Reduction Act Notice, see instructions.

Schedule M (Form 990-T) 2018

FARMLAND RESERVE, INC.

87-0569880

Schedule A - Cost of Goods Sold. Enter method of inventory valuation **N/A**

1	Inventory at beginning of year	1		6	Inventory at end of year	6	
2	Purchases	2		7	Cost of goods sold Subtract line 6 from line 5. Enter here and in Part I, line 2	7	24527015.
3	Cost of labor	3		8	Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	Yes	No
4a	Additional section 263A costs (attach schedule)	4a					
b	Other costs (attach schedule) **	4b	24527015.				X
5	Total Add lines 1 through 4b	5	24527015.				

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)
(see instructions)

1. Description of property

(1)	
(2)	
(3)	
(4)	

2. Rent received or accrued

(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(1)		
(2)		
(3)		
(4)		
Total	0.	Total 0.

(c) Total income Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A)

(b) Total deductions.

Enter here and on page 1, Part I, line 8, column (B)

0.

Schedule E - Unrelated Debt-Financed Income (see instructions)

1 Description of debt-financed property	2 Gross income from or allocable to debt-financed property	3. Deductions directly connected with or allocable to debt-financed property	
		(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)
(1)			
(2)			
(3)			
(4)			
4 Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5	7 Gross income reportable (column 2 x column 6)
(1)		%	
(2)		%	
(3)		%	
(4)		%	
Totals			0.
Total dividends-received deductions included in column 8			0.

Form 990-T (2018)

** See Statement 17

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions)

1 Name	2 Title	3. Percent of time devoted to business	4. Compensation attributable to unrelated business
(1)		%	
(2)		%	
(3)		%	
(4) See Statement 18		%	
Total. Enter here and on page 1, Part II, line 14			67758.

Form 990-T (2018)

Form 990-T (M)	Interest Paid	Statement 15
Description		Amount
Interest Expense		20.
Total to Schedule M, Part II, line 18		20.

Form 990-T (M)	Other Deductions	Statement 16
Description		Amount
Management Fees		242930.
Office Expenses		2714.
Rent		32912.
Travel		31689.
Conferences & Meetings		3000.
Finance Charges		1123.
Outside Services		199364.
Other Utilities		268.
Communication Lines		2660.
Supplies		2561.
Timber Removal		273887.
Amortization Expense		27814.
Total to Schedule M, Part II, line 28		820922.

Form 990-T (M)	Cost of Goods Sold - Other Costs	Statement 17
Description		Amount
Outside Services		10132750.
Chemicals		5988.
Depletion		10131559.
Equipment Allocation		366610.
Facilities Allocation		777536.
Prod OH Allocation		2143093.
Real Property Tax		791592.
Licenses, Fees, Permits & Other Taxes		659.
Amortization		177228.
Total to Form 990-T, Schedule A, line 4b		24527015.

Form 990-T (M) Schedule K - Compensation of Officers,
Directors and Trustees Statement 18

Name	Title	Percent	Compensation
Don M Sleight	Chief Executive Officer	1.00%	10148.
K Erik Jacobsen	President	1.00%	11278.
Daryl C Wilkendorf	Executive Vice President	1.00%	4747.
Dale K Bills	Vice President	1.00%	10279.
Warren H Peterson	Vice President	1.00%	16056.
Brent J Garlick	Chief Financial Officer	1.00%	6319.
Paul L Allen	Treas/Secretary	1.00%	8931.
Total to Form 990-T, Schedule K			67758.
